GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:1030
ANSWERED ON:23.11.2001
REVIVAL OF MSK MILLS OF GULBARGA IN KARNATAKA
KOLUR BASAVANAGOUD

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government have decided to close down the century old MSK Mills of Gulbarga in Karnataka;

(b) if so, the reasons therefore;

(c) if so, whether it was not be possible to revive the same;

(d) the number of permanent workers and badli workers will be thrown out;

(e) the steps proposed to be taken to rehabilitate these employees;

(f) the extent of land possessed by the above mill;

(g) whether the Government are going to sell the land, plant and machineries; and

(h) if so, the purpose for which the amount realized will be utilized?

Answer

MINISTER OF TEXTILES (SHRI KASHIRAM RANA)

(a) to (e): MSK Mills is under the management of NTC (APKKM) which is a Sick Industrial company before BIFR. Governmer decided on a unit-by-unit approach for revival of all the revivable units and closure of non-revivable ones after giving attractive VRS. Viability of the units of NTC (APKKM) was assessed by South India Textile Research Association (SITRA). IFCI, the Operatir Agency appointed by BIFR for NTC (APKKM) scrutinized the reports and submitted a Draft Rehabilitation Scheme to BIFR. BIFR h circulated the Draft Rehabilitation Scheme (DRS) seeking objections and suggestions.The issue of closure or revival of the Mills would be decided by BIFR when they finalise the Rehabilitation Scheme for the Company.

(f) to (h) : The total land of MSK Mills is 205.32 acres. The DRS envisages for sale of surplus land and assets for raising resources for the rehabilitation scheme consisting of modernisation, VRS, payment of statutory dues etc.